

**MERIT SECURITIES CORPORATION
SERIES 11**

| | |
|------------------|-----------------|
| ISSUE DATE: | 5/28/1998 |
| UNDERWRITER: | LEHMAN BROTHERS |
| MASTER SERVICER: | Dynex |
| TRUSTEE: | JPMorgan Chase |
| COLLATERAL TYPE: | ARM / FIXED |

| | |
|-------------------------|-----------------|
| REPORTING MONTH: | Apr-05 |
| PRICING SPEED: | 18% CPR |
| CLOSING COLLATERAL BAL: | \$1,591,150,815 |
| CURRENT COLLATERAL BAL: | \$203,143,426 |
| PAYMENT FREQUENCY: | Monthly/28th |

SUMMARY OF STRUCTURE

| Class | CUSIP | Current Coupon | Orig. Avg Life | Original Balance | Current Factor | Current Balance | Credit Rating |
|------------|-----------|----------------|----------------|------------------|----------------|------------------|---------------|
| Class 2-A3 | 589962DD8 | 0.000% | 6.0 | 166,560,000 | 0.00000000 | \$0.00 | AAA, AAA |
| Class 3-A1 | 589962DE6 | 3.470% | 4.0 | 262,000,000 | 0.69375280 | \$137,404,809.64 | AAA, AAA |
| Class B1 | 589962DF3 | 4.050% | 9.2 | 59,600,000 | 0.07812174 | \$4,656,055.61 | AA, AA |
| Class B2 | 589962DQ1 | 4.350% | 11.9 | 34,500,000 | 1.00000000 | \$34,500,000.00 | A, A |
| Class B3 | 589962DH9 | 5.100% | 13.8 | 20,000,000 | 1.00000000 | \$20,000,000.00 | BBB, BBB |

| Collateral Information | | |
|------------------------|-----------|----------|
| | Issuance | Current |
| WAC | 8.25% | 7.67% |
| WAM | 308.5 | 236.8 |
| Avg Original LTV | 78.92% | 86.13% |
| Avg Balance | \$142,116 | \$46,422 |
| Number of Loans | 10,358 | 4376 |

| Loan Purpose (1) | | |
|------------------|----------|---------|
| | Issuance | Current |
| Purchase | 52.26% | 83.89% |
| Cash-out Refi | 24.28% | 7.89% |
| Refinance | 23.45% | 8.22% |

| Type of Dwelling Unit (1) | | |
|---------------------------|----------|---------|
| | Issuance | Current |
| Single Family Detached | 90.93% | 18.06% |
| Manufactured Housing | 13.89% | 77.81% |
| Planned Unit Development | 9.61% | 0.79% |
| Low Rise Condominium | 3.09% | 1.80% |
| Single Family Attached | 3.95% | 1.28% |
| Condominium | 2.12% | 0.10% |
| 2-4 Single Family | 0.69% | 0.00% |
| High Rise Condominium | 0.11% | 0.17% |
| Townhouse | 0.02% | 0.00% |

| Geographic Distribution (1) | | |
|-----------------------------|----------|---------|
| | Issuance | Current |
| CA | 74.12% | 16.59% |
| TX | 6.25% | 20.29% |
| WA | 3.67% | 2.18% |
| SC | 2.08% | 11.99% |
| GA | 1.72% | 8.63% |
| NC | 1.39% | 7.45% |
| OTHER | 10.76% | 32.87% |

| Original LTV Distribution (1) | | |
|-------------------------------|----------|---------|
| | Issuance | Current |
| <= 50% | 2.67% | 1.14% |
| 50.01% - 60.00% | 3.81% | 1.24% |
| 60.01% - 70.00% | 8.92% | 4.04% |
| 70.01% - 80.00% | 37.45% | 12.69% |
| 80.01% - 90.00% | 30.78% | 33.33% |
| >= 90.01% | 16.38% | 47.32% |

| Gross Margin for ARMS (1) | | |
|---------------------------|----------|---------|
| | Issuance | Current |
| 225-274 BP | 0.14% | 0.00% |
| 275-324 BP | 97.51% | 93.70% |
| 325-374 BP | 1.39% | 3.10% |
| 375-424 BP | 0.64% | 1.42% |
| 425-474 BP | 0.30% | 0.00% |
| 575 BP + | 0.29% | 1.78% |
| WA Gross Margin | 2.83% | 2.92% |

| Loan Type (1) | | |
|-------------------------------------|----------|---------|
| | Issuance | Current |
| FIXED | 20.66% | 77.52% |
| 6mo LIBOR ARM | 44.85% | 18.52% |
| 1yr CMTARM | 34.49% | 3.96% |
| WA Months to rate reset (ARMS only) | | 3.97 |

| Current Delinquency Information (Direct Loans) | | | |
|--|---------|-------------|--------|
| | # Loans | Balance | % Pool |
| 30+ Days | 49 | \$1,862,624 | 0.92% |
| 60+ Days | 15 | \$629,154 | 0.31% |
| 90+ Days | 18 | \$770,010 | 0.38% |
| Foreclosure | 64 | \$2,705,003 | 1.33% |
| REO | 23 | \$1,045,663 | 0.51% |
| Totals | 169 | \$7,012,454 | 3.45% |

| Credit Loss Coverage | | |
|------------------------|-------------|------------|
| | Balance | Coverage % |
| Over Collateralization | \$6,582,560 | 3.24% |

| Current Delinquency Information (Indirect Loans) | | | |
|--|---------|-------------|--------|
| | # Loans | Balance | % Pool |
| 30+ Days | 4 | \$444,549 | 0.22% |
| 60+ Days | 2 | \$214,482 | 0.11% |
| 90+ Days | 2 | \$283,184 | 0.14% |
| Foreclosure | 1 | \$297,887 | 0.15% |
| REO | 0 | \$0 | 0.00% |
| Totals | 9 | \$1,240,102 | 0.61% |

(1) Percentages reflect distribution by loan balance.